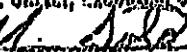


EXHIBIT A

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Superior Court of California
County of Los Angeles

JAN 16 2018

Sherri R. Carter, Executive Officer/Clerk
By:  Deputy
Moses Gute

6 *Attorneys for Plaintiffs*

7 [Additional Counsel on Signature Page]

9
10 **SUPERIOR COURT OF THE STATE OF CALIFORNIA
COUNTY OF LOS ANGELES**

11 NIKITA SANTINO and AARON) CASE NO. BC 8C 690396
12 RABBANIAN, on behalf of themselves and)
13 all others similarly situated,) CLASS ACTION COMPLAINT
14)
15 Plaintiffs,) (1) Violation of California Civil Code §
16 v.) 1770, *et seq.*
17 APPLE, INC.,) (2) Violation of California Business and
18) Professions Code § 17200, *et seq.*
19) (3) Violation of California Business and
20) Professions Code § 17500, *et seq.*
21) (4) Breach of Express Warranty
22) (5) Breach of Implied Warranty
23) (6) Breach of Implied Contract
24) (7) Common Law Fraud
25) (8) Intentional Misrepresentation
26) (9) Negligent Misrepresentation
27) (10) Trespass to Chattel
28) (11) Unjust Enrichment

23 **DEMAND FOR JURY TRIAL**

1 Plaintiff Nikita Santino (“Plaintiff Santino”) and Plaintiff Aaron Rabbanian (“Plaintiff
2 Rabbanian”) (collectively, the “Plaintiffs”) on behalf of themselves and all other similarly
3 situated persons in California, bring this action against Defendant Apple, Inc. (“Apple” or
4 “Defendant”), and allege, upon personal knowledge as to their own conduct, and upon
5 information and belief as to the conduct of others, as follows:

6 **I. NATURE OF THE ACTION**

7 1. Plaintiffs bring this class action case against Apple for its intentional and
8 purposeful degradation of speed of Apple’s iPhone 6s and iPhone 6s Plus models (the
9 “Products”) through software updates iOS 10.2.1 and above. Plaintiff Santino seeks to represent
10 all California consumers who purchased any of the Products that had iOS 10.2 or a previous iOS
11 installed at the time of purchase, and subsequently updated their Products to iOS 10.2.1 or newer
12 (the “Update Class”). Plaintiff Rabbanian also seeks to represent all California consumers who
13 purchased any of the Products with iOS 10.2.1 or higher pre-installed or installed upon activation
14 (the “Purchase Class”) (collectively, the “Classes”).

15 2. On or around January 23, 2017, Apple released iOS 10.2.1, an operating system
16 update in which Defendant introduced a limit to the Products’ processing speed. This speed
17 reduction resulted in multiple performance issues with the Products, such as longer launch times
18 for applications and a reduction of frame-rate in some applications. Once Plaintiff Santino and
19 members of the Update Class updated their phones to iOS 10.2.1 or higher, their phones were
20 slowed down. Plaintiff Rabbanian and members of the Purchase Class purchased their iPhones
21 with iOS 10.2.1 or higher pre-installed and therefore received iPhones with limited processor.

22 3. On or around December 2, 2017, Apple released iOS 11.2 update, an operating
23 system update which also resulted in slowing and stalling the Products’ processor. Members of
24 the Update Class that updated to iOS 11.2 from a non-defective software update therefore had
25 their phones throttled. Members of the Update Class that updated to iOS 11.2 from iOS 10.2.1 or
26 higher not only continued to carry Apple’s throttled software update on their Product, but the

27

28

1 negative effects of the throttling are “even more pronounced” after the iOS 11.2 update.¹

2 Members of the Purchase Class purchased their iPhones with iOS 11.2 or higher pre-installed
3 and therefore received iPhones with stalled CPUs as well.

4 4. On December 20, 2017, Apple admitted in an email to *TechCrunch* that it
5 purposefully throttles the Products’ performance.²

6 5. On December 28, 2017, Apple published a message to consumers, admitting that
7 as a result of the iOS 10.2.1 update, “users may experience longer launch times for apps and
8 other reductions in performance.”³ Apple also admitted that the same throttling of processing
9 power was extended to iOS 11.2.⁴

10 6. However, Plaintiffs and members of the Classes did not know or expect that the
11 Products would be slowed down, regardless of whether their batteries were experiencing
12 ordinary and commonplace aging, charge levels, or weather conditions. Further, Plaintiffs and
13 members of the Classes did not consent to Apple slowing down their Products. While users may
14 expect software updates to add features, security patches and/or remedy bugs in their Products, a
15 user does not reasonably expect that a product they purchased and own could be purposefully
16 and remotely degraded by the manufacturer. Further, due to security issues, refraining from
17 updating the Products is not a viable option.

18 7. Despite this lack of expectation and consent, Apple intentionally throttled the
19 Products and failed to inform Plaintiff Santino and members of the Update Class at the time of
20 update that Apple was purposefully throttling the Products. Apple additionally failed to inform
21 Plaintiff Rabbanian and members of the Purchase Class at the time of purchase that the Products
22

23 ¹ <https://www.geekbench.com/blog/2017/12/iphone-performance-and-battery-age/> (last visited
24 January 15, 2018).

25 ² <https://techcrunch.com/2017/12/20/apple-addresses-why-people-are-saying-their-iphones-with-older-batteries-are-running-slower/> (last visited on January 15, 2018)

26 ³ <https://www.apple.com/iphone-battery-and-performance/> (last visited on January 15, 2018).

27 ⁴ *Id.*

1 supplied were not original versions of the iPhone 6s and iPhone 6s Plus, but degraded versions,
2 and that the Products did not conform to prior representations surrounding the Products'
3 processing speed.

4 8. As a result of Defendant's intentional slowing down of the Products, Plaintiffs
5 and other members of the Classes were harmed. Had Plaintiffs and consumers known that the
6 operation of the Products would be slowed down by Apple, they would not have purchased the
7 Products or would have paid significantly less for them. Therefore, Plaintiffs and other
8 consumers have suffered injury in fact as a result of Defendant's unlawful practices.

9 9. Plaintiffs, on behalf of themselves and the Classes, are seeking damages,
10 restitution, declaratory and injunctive relief, and all other remedies this Court deems appropriate.

11 **II. JURISDICTION AND VENUE**

12 10. This Court has original jurisdiction over this case pursuant to California
13 Constitution, Article VI § 10, because this case is a cause not given by statute to other trial
14 courts. Furthermore, this Court has jurisdiction over this matter because Defendant maintains its
15 headquarters in Cupertino, California and the wrongful acts and omissions alleged herein were
16 directed from Defendant's headquarters. Defendant currently does business in California and
17 maintains systematic and continuous contacts with California and California consumers.

18 11. Further, Plaintiffs, members of the proposed Classes, and Defendant are all
19 citizens of California.

20 12. Venue in this county is proper because a substantial part of the events giving rise
21 to one of Plaintiffs' and many class members' claims occurred in Los Angeles County.

22 **III. PARTIES**

23 13. Plaintiff Nikita Santino is, and at all times mentioned herein was, a resident of
24 Alturas, California, and a citizen of the State of California. On or around October 2015, Ms.
25 Santino purchased the iPhone 6s from a Verizon store in Redding, California. During the
26 relevant class period, Ms. Santino updated her phone's operating system to iOS 10.2.1 and then
27 iOS 11.2. After updating her phone to iOS 10.2.1, Ms. Santino noticed that her phone was
28 substantially slower. When she performed the next update, an even more marked degradation of

1 performance was noted. In purchasing her iPhone 6s, Ms. Santino expected that her phone's
2 operating system would operate at the same speed throughout its lifespan and that the update to
3 iOS 10.2.1 would not slow down her iPhone. Ms. Santino did not expect or consent to Apple
4 throttling or slowing down her iPhone. Had Ms. Santino known that the operation of her iPhone
5 would be slowed down by Apple, she would not have purchased the iPhone or would have paid
6 significantly less for it. Likewise, if Ms. Santino knew that Apple's battery used in the Products
7 could not handle the normal day-to-day operation of the Products, she would not have purchased
8 the Product or would have paid significantly less for it. Therefore, Ms. Santino has been harmed
9 by Apple's unlawful conduct.

10 14. Plaintiff Aaron Rabbanian is, and all times mentioned herein was, a resident of
11 Los Angeles, California, and a citizen of the State of California. On or around April 2017, Mr.
12 Rabbanian purchased the iPhone 6s from a T-Mobile store in Los Angeles, California. In
13 purchasing the Product, Mr. Rabbanian relied on Apple's advertising of the product, such as
14 online advertisements, to learn about the phone's specifications. Upon purchasing the Product,
15 the device carried one of the affected iOS updates and Mr. Rabbanian currently has iOS update
16 11.2.1 on his device. Mr. Rabbanian did not expect or consent to Apple throttling or slowing
17 down his iPhone. After approximately one month of use, Mr. Rabbanian noticed numerous
18 complications with the performance of the Product. For example, Mr. Rabbanian experienced his
19 device slow considerably when using various applications, he was required to restart his phone
20 multiple times due to application freezes, and due to these reductions in speed, could no longer
21 use the phone for many of its ordinary functions, such as multi-tasking with multiple
22 applications. If Mr. Rabbanian knew that Apple would have throttled the performance of his
23 device, he would not have purchase the iPhone or would have paid significantly less for it.
24 Therefore, Mr. Rabbanian has been harmed by Apple's unlawful conduct.

25 15. Defendant Apple, Inc. is an entity formed under the laws of the State of California
26 with its principal place of business located at 1 Infinite Loop, Cupertino, California 95014. On
27 information and belief, Apple's acts, practices, and omissions related to this action, were directed
28 and emanated from its principal place of business in Cupertino, California.

IV. SUBSTANTIVE ALLEGATIONS

2 | Apple's Marketing and Advertising of the Products

3 16. During the relevant class period, Apple was and continues to be responsible for
4 the design, development, manufacturing, marketing, labeling, packaging, advertising,
5 distribution, and sale of the Products.

6 17. During the relevant class period, Apple marketed and advertised the Products as
7 being powered “by the custom-designed 64-bit A9 chip” which promised to deliver “up to 70
8 percent faster CPU performance, and up to 90 percent faster GPU performance for all your
9 favorite graphics-intensive games and apps.”⁵

Technology

A9. The most advanced chip ever in a smartphone.

iPhone 6s is powered by the custom-designed 64-bit A9 chip. It delivers performance once found only in desktop computers. You'll experience up to 70 percent faster CPU performance, and up to 90 percent faster GPU performance for all your favorite graphics-intensive games and apps.

[Learn more about iPhone 6s technology >](#)

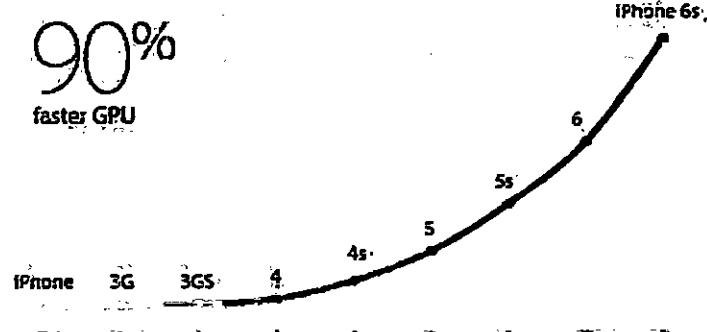
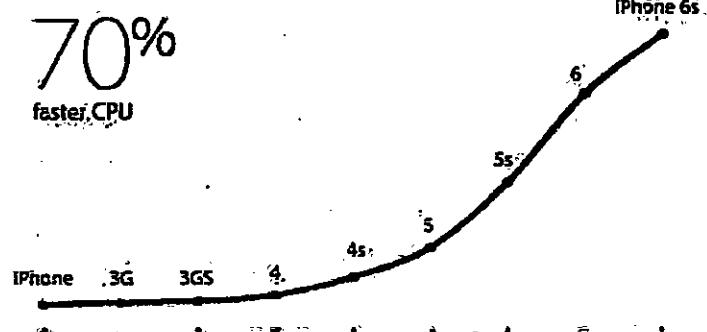
Desktop-class 64-bit architecture	Up to 70% faster CPU	Up to 90% faster GPU
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⁵ <https://web.archive.org/web/20160824025053/http://www.apple.com/iphone-6s/> (last visited on January 15, 2018).

1 18. Apple advertised the A9 chip as the “cutting edge” of mobile chips and provided a
2 graph to consumers, verifying that the A9 chip in the Products is superior to its prior devices in
3 terms of speed:⁶

64-bit desktop-class architecture.

The A9 chip is our third-generation chip with 64 bit architecture. It sits at the cutting edge of mobile chips, improving overall CPU performance by up to 70 percent compared to the previous generation. And boosting graphics performance by up to a staggering 90 percent compared to the previous generation.



²⁶ ²⁷ 6 <https://web.archive.org/web/20160825154553/http://www.apple.com:80/iphone-6s/technology> (last visited on January 15, 2018).

1 19. During Apple's September 2015 Keynote on the iPhone 6s and iPhone 6s Plus,
2 Apple also warranted the information in Paragraphs 17-18 in regard to this generation of
3 iPhones.⁷

4 **Apple Intentionally Slows Down the Operating System of the Products**

5 20. On or around January 23, 2017, Apple released iOS 10.2.1, an operating system
6 update which Apple represented to consumers was for bug fixes and improvement of security for
7 the iPhone. The iOS 10.2.1 software update prompt that consumers saw on their iPhones is
8 depicted below. However, the software update prompt did not disclose that the update would
9 slow down the operation of the iPhone once installed.⁸



10
11 15 iOS 10.2.1 includes bug fixes and improves the security of your
12 16 iPhone or iPad.
13
14

17
18 17 For information on the security content of Apple software
19 18 updates, please visit this website:
20 19 <https://support.apple.com/HT201222>

21 21. The "support.apple.com" link featured on the software update prompt leads
22 consumers to an Apple security page which lists all the recent iOS updates,⁹ including a link to a
23

24 24 ⁷ <https://www.youtube.com/watch?v=0qwALOOvUik> (last visited on January 15, 2018) (relevant
25 25 portions begin at 1:38:45).

26 26 ⁸ <https://www.forbes.com/sites/gordonkelly/2017/01/25/apple-ios-10-2-1-release-should-you-upgrade/#6f9486c05a3a> (last visited January 15, 2018).

27 27 ⁹ <https://support.apple.com/en-us/HT201222> (last visited on January 15, 2018).

1 page dedicated to iOS 10.2.1.¹⁰ However, the page dedicated to iOS 10.2.1 only discusses
2 security issues and does not disclose that update would slow down the operation of the iPhone
3 once installed.¹¹ Based on information and belief, the software update prompt for updates after
4 iOS 10.2.1 likewise did not disclose that the update would slow down the operation of the iPhone
5 once installed.

6 22. Plaintiffs and other members of the Update Class were exposed and relied on the
7 foregoing software update prompt prior to updating their phones to iOS 10.2.1.

8 23. Plaintiffs and members of the Update Class were given the option to install the
9 iOS 10.2.1 update or not. However, failing to do an update often leaves one vulnerable to
10 security patches and other fixes for the Products. The purported voluntary nature of an update is
11 specious at best.

12 24. Unbeknownst to Plaintiffs and members of the Classes, the iOS 10.2.1 update
13 included a limitation, or throttling, of the Products' processing speed to keep the Products from
14 demanding too much from the Products' batteries, which are incapable of providing the power
15 needed for the device's normal use. Once Plaintiff Santino and members of the Update Class
16 updated their phones to iOS 10.2.1 or higher, their phones were slowed down. Plaintiff
17 Rabbanian and members of the Purchase Class purchased their iPhones with iOS 10.2.1 or higher
18 pre-installed and therefore received iPhones with stalled CPUs from the beginning of its use.

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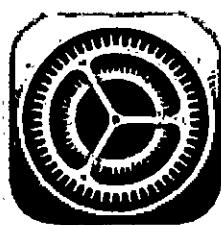
25

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¹⁰ <https://support.apple.com/en-us/HT207482> (last visited on January 15, 2018).

¹¹ *Id.*

1 25. On or around December 2, 2017, Apple released iOS 11.2, an operating system
 2 update which Apple represented to consumers was for “bug fixes and improvements.” The
 3 update also “introduce[d] Apple Pay Cash to send, request, and receive money from friends and
 4 family with Apple Pay.” The iOS 11.2 software update prompt that consumers saw on their
 5 iPhones is depicted below. However, the software update prompt did not disclose that the update
 6 would slow down the operation of the iPhone or affect power management once installed.¹²



iOS 11.2
 Apple Inc.
 430.7 MB

11
 12 iOS 11.2 introduces Apple Pay Cash to send,
 13 request, and receive money from friends and
 14 family with Apple Pay. This update also includes
 15 bug fixes and improvements.

16
 17 For information on the security content of Apple
 18 software updates, please visit this website:
 19 <https://support.apple.com/kb/HT201222>

20
 21 26. The “support.apple.com” link featured on the software update prompt leads
 22 consumers to an Apple security page which lists all the recent iOS updates,¹³ including a link to
 23 a page dedicated to iOS 11.2.¹⁴ However, the page dedicated to iOS 11.2 only discusses security

24
 25 ¹² <https://www.forbes.com/sites/amitchowdhry/2017/12/02/ios-11-2-features/#6a1e106249ae>
 (last visited on January 15, 2018).

26 ¹³ <https://support.apple.com/en-us/HT201222> (last visited on January 15, 2018).

27 ¹⁴ <https://support.apple.com/en-us/HT208334> (last visited on January 15, 2018).

1 issues and does not disclose that the update would slow down the operation of the iPhone once
 2 installed.¹⁵ Based on information and belief, the software update prompt for updates after iOS
 3 11.2 likewise did not disclose that update would slow down the operation of the iPhone once
 4 installed.

5 27. Plaintiffs and other members of the Update Class were exposed to and relied on
 6 the foregoing software update prompt prior to updating their phones to iOS 11.2.

7 28. Members of the Update Class were given the option to install the iOS 10.2.1 or
 8 above update or not. Members of the Purchase Class were subject to iOS 10.2.1 or above upon
 9 first purchasing and using the Products.

10 29. On December 18, 2017, John Poole, a developer for GeekBench, a program which
 11 provides reference points for computing power for mobile and non-mobile devices, provided a
 12 report which concluded that Apple's iOS 10.2.1 and 11.2.0 updates carried with them performance
 13 throttling for the Products (the "GeekBench Report").¹⁶

14 30. The throttling of users' Products resulted in a multitude of performance issues. By
 15 Apple's own admission, these issues include: longer launch times for applications; lower frame
 16 rates while scrolling; backlight dimming; a reduction in speaker volume; a reduction in frame rates
 17 in applications that worsened over time; and applications refreshing in the background of the
 18 device sometimes require reloading upon launch.¹⁷

19 31. Subsequent to this report, on December 20, 2017, Apple admitted in an email to
 20 *TechCrunch* that it purposefully throttles the Products' performance.¹⁸

22
 23

¹⁵ *Id.*

24 ¹⁶ <https://www.geekbench.com/blog/2017/12/iphone-performance-and-battery-age/> (last visited
 25 on January 15, 2018)

26 ¹⁷ <https://support.apple.com/en-us/HT208387> (last visited on January 15, 2018).

27 ¹⁸ <https://techcrunch.com/2017/12/20/apple-addresses-why-people-are-saying-their-iphones-with-older-batteries-are-running-slower/> (last visited on January 15, 2018)

1 32. On December 28, 2017, Apple issued a message to consumers, admitting that iOS
 2 10.2.1 was delivered to improve power management but as a result “users may experience longer
 3 launch times for apps and other reductions in performance.”¹⁹ Apple also admitted that the same
 4 power management support was extended to iOS 11.2.²⁰

5 33. Members of the Classes relied on Apple’s longstanding marketing campaign for
 6 the Products, including but not limited to: the representations on Defendant’s websites regarding
 7 the A9 chip found in the Products; representations regarding the processing power of the
 8 Products during Defendant’s Keynote events, which received 20 million viewers for the 2015
 9 Keynote event, such as found in Paragraph 18;²¹ representations on the software update prompts,
 10 which did not warn of any decrease in processor speeds; and the general representation that the
 11 iPhone 6s and iPhone 6s Plus are improved versions of Apple’s previous iPhone 5 generation of
 12 smartphones.

13 34. However, as a result of the updates, the Products were slowed down and did not
 14 perform as advertised and marketed by Defendant, or as reasonably expected by consumers.

15 35. Despite this lack of expectation and consent, Apple intentionally slowed down the
 16 Products and failed to inform Plaintiffs and members of the Update Class, at the time of update,
 17 that Apple was purposefully throttling the Products. Further, Plaintiffs and members of the
 18 Update Class did not consent to Apple slowing down the Products.

19 36. Members of the Purchase Class expected the Products to perform at the speed
 20 advertised and marketed, regardless of whether their batteries are experiencing ordinary and
 21 commonplace aging, charge levels, or weather conditions. As John Poole of GeekBench
 22
 23

24 ¹⁹ <https://www.apple.com/iphone-battery-and-performance/> (last visited on January 15, 2018).

25 ²⁰ *Id.*

26 ²¹ <https://qz.com/261181/the-hidden-structure-of-the-apple-keynote/> (last visited on January 15,
 27 2018).

1 explains, regardless of whatever condition or aging occurs with the battery, "we expect processor
2 performance to stay the same."²²

3 37. Despite this expectation, Apple intentionally slowed down the Products and failed
4 to inform the Purchase Class, at the time of purchase, that Apple had purposefully throttled the
5 Products.

6 38. Defendant knew or should have known that its updates throttled the performance
7 and speed of the Products. In its December 28, 2017 message to consumers, Apple admitted that
8 "[o]ver the course of this fall, we began to receive feedback from some users who were seeing
9 slower performance in certain situations." Therefore, Apple admitted to having knowledge of the
10 performance issues caused by its updates *prior to* releasing the iOS 11.2 update on December 2,
11 2017.

12 39. As a result of Defendant's intentional slowing down of the Products, Plaintiffs
13 and other members of the Classes were harmed. Had Plaintiffs and other consumers known that
14 the operation of the Products would be slowed down by Apple, they would not have purchased
15 the Products or would have paid significantly less for them. Therefore, Plaintiffs and other
16 consumers have suffered injury in fact as a result of Defendant's unlawful practices.

17 40. As a direct and proximate result of Defendant's unlawful conduct, Plaintiffs and
18 other members of the Update Class have had their use and possession of their Products
19 intentionally interfered with by Defendant without consent.

20 41. Furthermore, as a direct and proximate result of Defendant's unlawful conduct,
21 Plaintiffs and/or other members of the Classes have also suffered other harms, included the
22 following:

23 a. Money spent repairing or replacing the battery as a result of performance
24 decreases;

25

26

27 ²² <https://www.geekbench.com/blog/2017/12/iphone-performance-and-battery-age/> (last visited
28 on January 15, 2018).

- b. Money spent replacing or substituting the Products as a result of performance decreases;
- c. Loss of use of the Products; and
- d. Loss of value of the Products.

5 42. Therefore, Plaintiffs, on behalf of themselves and the Classes, are seeking
6 damages, restitution, declaratory and injunctive relief, and all other remedies this Court deems
7 appropriate.

8 43. Despite being misled and subject to Defendant's unlawful conduct, Plaintiffs are
9 likely to purchase Defendant's iPhone products in the future if they were not slowed down.
10 However, given that Plaintiffs were deceived and subject to Defendant's unlawful conduct in the
11 past, Plaintiffs will not know in the future whether Defendant's Products come pre-installed with
12 throttled operating systems or will be subject to updates which slow down the phones. This lack
13 of knowledge is only further accentuated by Apple's own admission in its statement to
14 *TechCrunch* that it "plan[s] to add support for other products in the future." Apple plans to
15 throttle phones in the future.²³

16 44. For these reasons, Plaintiffs seek injunctive relief on behalf of themselves and the
17 Classes to enjoin Defendant from introducing any new iOS software update that throttles the
18 processing power of the Products and requiring Defendant to remove any software-based
19 limitation on the processing speed of Plaintiffs' and Class Members' Products, while still
20 maintaining the security features found in the updates. Without this injunction, Plaintiffs and
21 consumers have no meaningful choice but to revert to a previous iOS version, leaving the
22 Products without adequate security protection, or update to the current iOS version, leaving the
23 Products in a throttled state.

²⁷ ²³<https://techcrunch.com/2017/12/20/apple-addresses-why-people-are-saying-their-iphones-with-older-batteries-are-running-slower/> (last visited on January 15, 2018).

1 **V. CLASS ACTION ALLEGATIONS**

2 45. Plaintiffs seek relief on behalf of themselves, and all other persons similarly
3 situated, that may be properly maintained under California Code of Civil Procedure section 382
4 and Civil Code section 1781.

5 46. Plaintiffs seek to represent the following Classes:

6 a. All California residents who purchased any of the Products that had iOS
7 10.2 or lower installed at the time of purchase, and subsequently updated their Products to
8 iOS 10.2.1 or higher (the "Update Class").

9 b. All California residents who purchased any of the Products with iOS 10.2.1
10 or higher pre-installed ("Purchase Class").

11 47. Excluded from the Classes are: (i) Apple and its employees, principals, affiliated
12 entities, legal representatives, successors, and assigns; (ii) any entity in which Apple has a
13 controlling interest, and Apple's legal representatives; (iii) the judges to whom this action is
14 assigned and any members of their immediate families; and (iv) any Class member who timely
15 elects to be excluded from the Class.

16 48. Plaintiff Santino is a member of the Update Class.

17 49. Plaintiff Rabbanian is a member of the Purchase Class.

18 50. Plaintiffs reserve the right under Rule 3.765(b) of the California Rules of Court to
19 amend or modify the definition of the Classes with greater specificity or further division into
20 subclasses or limitation to particular issues as discovery and the orders of this Court warrant.

21 51. The members of the Classes are so numerous that their individual joinder is
22 impracticable. The proposed Classes contain thousands of members. The true number can be
23 ascertained through information and records in Apple's possession, custody or control.

24 52. There are questions of law and fact common to the Classes which predominate over
25 any questions which may affect only individual members of the Class, including but not limited to
26 the following:

27 a. Whether Apple purposefully throttled its Products via software updates;

b. Whether Apple intentionally or negligently misrepresented the qualities of its Products, specifically the processing power of its iPhone 6s and iPhone 6s Plus;

c. Whether Apple, by virtue of its throttling of the Products, trespassed onto the personal property of Plaintiffs and the Class Members,

d. Whether Apple intentionally interfered with Plaintiffs and Class Members' lawful use and possession of their Products by decreasing the performance of their Products without their consent; and

e. Whether Apple's conduct, as alleged herein, violates California consumer protection statutes and common law.

10 53. Plaintiffs' claims are typical of the claims of the members of the Classes because
11 their claims arise out of the same course of conduct by Apple and are based on the same legal
12 theories. Plaintiffs' and the Classes' claims all stem out of Apple's unlawful act and practice of
13 intentionally degrading the performance of the Products without consumers' knowledge or
14 consent. Thus, Plaintiffs and members of the Classes were all injured as a direct and proximate
15 result of the same wrongful conduct that Apple engaged in.

16 54. Plaintiffs are willing and prepared to protect the interests of the Classes. Their
17 interests do not conflict with the interests of the members of the Classes. Plaintiffs have retained
18 counsel competent and experienced in prosecuting class actions, and they intend to prosecute this
19 action vigorously.

20 55. The prosecution of separate actions by individual members of the Classes would
21 create risks of inconsistent or varying adjudication that would establish incompatible standards
22 of conduct for Apple.

23 56. Apple has acted or refused to act on grounds generally applicable to the Classes
24 thereby making appropriate final declaratory and/or injunctive relief with respect to the members
25 of the Classes.

26 57. A class action is superior to other available means for the fair and efficient
27 adjudication of this controversy. Prosecution of this case as a class action will provide relief
28 with respect to claims that are too small to be brought individually.

1 VI. CAUSES OF ACTION

2 **FIRST CAUSE OF ACTION**3 **Violation of California's Consumers Legal Remedies Act ("CLRA"),**4 **California Civil Code §§ 1750, et seq.**4 ***(for injunctive relief only)***5 **On Behalf of the Purchase Class**6 58. Plaintiff Rabbanian re-alleges and incorporates by reference each preceding
paragraph as though set forth at length herein.7 59. Plaintiff Rabbanian brings this cause of action individually and on behalf of the
8 Purchase Class against Defendant.

9 60. Defendant is a "Person" within the meaning of Cal. Civ. Code § 1761(c).

10 61. Plaintiff Rabbanian is a "consumer" within the meaning of Cal. Civ. Code §
11 1761(d).12 62. The Products are "goods" within the meaning of Cal. Civ. Code § 1761(a), and
13 the purchases of such Products members of the Purchase Class constitute "transactions" within
14 the meaning of Cal. Civ. Code § 1761(e).15 63. Cal. Civ. Code § 1770(a)(5) prohibits "[r]epresenting that goods or services have
16 sponsorship, approval, characteristics, ingredients, uses, benefits, or quantities that they do not
17 have [...]." Defendant represented that the Products have the characteristics of an original,
18 unmodified, and/or new version of the iPhone 6s and iPhone 6s Plus, yet subsequently sold the
19 Products in a reconditioned and deteriorated state. Further, by marketing and selling the Products
20 as being powered "by the custom-designed 64-bit A9 chip" which promised to deliver "up to 70
21 percent faster CPU performance, and up to 90 percent faster GPU performance for all your
22 favorite graphics-intensive games and apps[.]" Apple represented that the Products have certain
23 characteristics, particularly a certain quality of processing power. However, when members of
24 the Purchase Class purchased the Products, the Products were no longer able to consistently meet
25 these characteristics by virtue of Apple's intentional throttling. Thus, Apple violated Section
26 1770 (a)(5) of the CLRA.

1 64. Cal. Civ. Code § 1770(a)(6) prohibits “[r]epresenting that goods are original or
 2 new if they have deteriorated unreasonably or are altered, reconditioned, reclaimed, used or
 3 secondhand.” By marketing and selling the Products as being powered “by the custom-designed
 4 64-bit A9 chip” which promised to deliver “up to 70 percent faster CPU performance, and up to
 5 90 percent faster GPU performance for all your favorite graphics-intensive games and apps[.]”
 6 Apple represented that the Products have their original specifications. However, because Apple
 7 intentionally throttled the Products without informing members of the Purchase Class before they
 8 purchased the Products, the Products have deteriorated unreasonably and were altered. Further,
 9 Defendant represented that the Products were original, unmodified, and/or new versions of the
 10 iPhone 6s and iPhone 6s Plus, yet subsequently sold the Products in a reconditioned and
 11 deteriorated state. Therefore, Apple violated Section 1770 (a)(6) of the CLRA.

12 65. Cal. Civ. Code § 1770(a)(7) prohibits “[r]epresenting that goods or services are of
 13 a particular standard, quality, or grade, or that goods are of a particular style or model, if they are
 14 of another.” Defendant represented that the Products have the standard, quality, and grade of an
 15 original, unmodified, and/or new version of the iPhone 6s and iPhone 6s Plus, yet subsequently
 16 sold the Products in a reconditioned and deteriorated state. Further, by marketing and selling the
 17 Products as being powered “by the custom-designed 64-bit A9 chip” which promised to deliver
 18 “up to 70 percent faster CPU performance, and up to 90 percent faster GPU performance for all
 19 your favorite graphics-intensive games and apps[.]” Apple represented that the Products have a
 20 particular standard, quality, or grade of processing power that the Products no longer have as a
 21 result of Apple’s purposeful throttling. Therefore, members of the Purchase Class unknowingly
 22 purchased goods that were of a lower quality or grade than represented. Thus, Apple violated
 23 Section 1770 (a)(7) of the CLRA.

24 66. Cal. Civ. Code § 1770(a)(9) prohibits “[a]dvertising goods or services with intent
 25 not to sell them as advertised.” Defendant marketed and advertised the Products as being
 26 original, unmodified, and/or new versions of the iPhone 6s and iPhone 6s Plus, yet subsequently
 27 sold the Products in a reconditioned and deteriorated state. Further, by marketing and advertising
 28 the Products as being powered “by the custom-designed 64-bit A9 chip” which promised to

1 deliver “up to 70 percent faster CPU performance, and up to 90 percent faster GPU performance
2 for all your favorite graphics-intensive games and apps[,]” Apple represented that the Products
3 have a particular standard, quality, or grade of processing power that the Products no longer have
4 as a result of Apple’s purposeful throttling. Therefore, Apple advertised the Products as being
5 able to provide a certain quality of processing power with the intent not to sell them as
6 advertised. Thus, Apple violated Section 1770 (a)(7) of the CLRA.

7 67. Cal. Civ. Code § 1770(a)(16) prohibits “[r]epresenting that the subject of a
8 transaction has been supplied in accordance with a previous representation when it has not.”
9 Defendant represented that the Products supplied to consumers are original and new versions of
10 the iPhone 6s and iPhone 6s Plus, yet subsequently supplied the phones in a reconditioned and
11 deteriorated state. Further, by marketing and advertising the Products as being powered “by the
12 custom-designed 64-bit A9 chip” which promised to deliver “up to 70 percent faster CPU
13 performance, and up to 90 percent faster GPU performance for all your favorite graphics-
14 intensive games and apps[,]” and subsequently supplying members of the Purchasing Class with
15 deteriorated versions of the Product, Apple represented that the Products supplied were in
16 accordance with these representations regarding processing power when they have not. Thus,
17 Apple violated Section 1770 (a)(16) of the CLRA.

18 68. Members of the Purchase Class reasonably and justifiably relied on Apple and
19 their expertise in designing and manufacturing the Products to meet their representations and
20 perform as advertised.

21 69. Members of the Purchase Class have suffered and continue to suffer injuries
22 caused by Apple because they would not have purchased the Products or would have paid
23 significantly less for them if they had known that Apple’s conduct was unlawful and fraudulent.

24 70. Pursuant to Cal. Civ. Code § 1780(a), members of the Purchase Class are seeking
25 injunctive relief to prevent Apple from further wrongful acts and unfair and unlawful business
26 practices, as well as restitution, disgorgement of profits, and any other relief this Court deems
27 proper.

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1 71. Pursuant to Cal. Civ. Code § 1782, on January 16, 2018, counsel for Plaintiffs
 2 mailed a notice and demand letter by certified mail, with return receipt requested, to Defendant.
 3 Defendant was further advised that if the relief requested has not been provided within thirty
 4 days, Plaintiffs would amend the complaint to include a request for monetary damages pursuant
 5 to the CLRA.

6 On Behalf of the Update Class

7 72. Plaintiff Santino re-alleges and incorporates by reference each preceding paragraph
 8 as though set forth at length herein.

9 73. Plaintiff Santino brings this cause of action individually and on behalf of the
 10 members of the Update Class against Defendant.

11 74. Defendant is a “Person” within the meaning of Cal. Civ. Code § 1761(c).

12 75. Plaintiff Santino is a “consumer” within the meaning of Cal. Civ. Code § 1761(d).

13 76. The Products are “goods” within the meaning of Cal. Civ. Code § 1761(a), and
 14 the purchases of such Products by Plaintiff Santino and members of the Update Class constitute
 15 “transactions” within the meaning of Cal. Civ. Code § 1761(e).

16 77. Cal. Civ. Code § 1770(a)(5) prohibits “[r]epresenting that goods or services have
 17 sponsorship, approval, characteristics, ingredients, uses, benefits, or quantities that they do not
 18 have [...].” Defendant represented that the Products have the characteristics of an original,
 19 unmodified, and/or new version of the iPhone 6s and iPhone 6s Plus, yet subsequently sold the
 20 Products in a reconditioned and deteriorated state. By marketing and selling the Products as
 21 being powered “by the custom-designed 64-bit A9 chip” which promised to deliver “up to 70
 22 percent faster CPU performance, and up to 90 percent faster GPU performance for all your
 23 favorite graphics-intensive games and apps[.]” Apple represented that the Products have
 24 characteristics, particularly a certain quality of processing power. However, when Apple
 25 tampered with the Products sold to the Update Class, the Products were no longer able to
 26 consistently meet these characteristics by virtue of Apple’s intentional throttling. Thus, Apple
 27 violated Section 1770 (a)(5) of the CLRA.

28

1 78. Cal. Civ. Code § 1770(a)(7) prohibits “[r]epresenting that goods or services are of
2 a particular standard, quality, or grade, or that goods are of a particular style or model, if they are
3 of another.” Defendant represented that the Products have the standard, quality, and grade of an
4 original, unmodified, and/or new version of the iPhone 6s and iPhone 6s Plus, yet subsequently
5 sold the Products in a reconditioned and deteriorated state. By marketing and selling the Products
6 as being powered “by the custom-designed 64-bit A9 chip” which promised to deliver “up to 70
7 percent faster CPU performance, and up to 90 percent faster GPU performance for all your
8 favorite graphics-intensive games and apps[.]” Apple represented that the Products have a
9 particular standard, quality, or grade of processing power that the Products no longer have as a
10 result of Apple’s purposeful throttling. Because of Apple’s intentional degradation of the
11 Products, they were no longer able to meet the representations provided to Plaintiff Santino and
12 the Upgrade Class. Thus, Apple violated Section 1770 (a)(7) of the CLRA.

13 79. Members of the Upgrade Class reasonably and justifiably relied on Apple and
14 their expertise in designing and manufacturing the Products to meet their representations and
15 perform as advertised.

16 80. Members of the Upgrade Class have suffered and continue to suffer injuries
17 caused by Apple because they would not have purchased the Products or would have paid
18 significantly less for them if they had known that Apple’s conduct was unlawful and fraudulent.

19 81. Pursuant to Cal. Civ. Code § 1780(a), Members of the Upgrade Class are seeking
20 injunctive relief to prevent Apple from further wrongful acts and unfair and unlawful business
21 practices, as well as restitution, disgorgement of profits, and any other relief this Court deems
22 proper.

23 82. Pursuant to Cal. Civ. Code § 1782, on January 16, 2018, counsel for Plaintiffs
24 mailed a notice and demand letter by certified mail, with return receipt requested, to Defendant.
25 Defendant was further advised that if the relief requested has not been provided within thirty
26 days, Plaintiffs would amend the complaint to include a request for monetary damages pursuant
27 to the CLRA.

28

SECOND CAUSE OF ACTION
Violation of Cal. Bus. & Prof. Code § 17200, et seq.
California's Unfair Competition Law ("UCL")

83. Plaintiffs re-allege and incorporate by reference each preceding paragraph as though set forth at length herein.

6 84. Plaintiffs bring this claim individually and on behalf of the members of the Classes.

7 85. UCL §17200 provides, in pertinent part, that “unfair competition shall mean and
8 include unlawful, unfair, or fraudulent business practices [...].”

9 86. Under the UCL, a business act or practice is "unlawful" if the act or practice violates
10 any established state or federal law.

11 87. Defendant's alteration and sale of the Products therefore was and continues to be
12 "unlawful" because it violates the CLRA, California's False Advertising Law ("FAL"), and other
13 applicable laws as described herein.

14 88. As a result of Defendant's unlawful business acts and practices, Defendant
15 unlawfully obtained money from Plaintiffs and members of the Classes.

16 89. Under the UCL, a business act or practice is “unfair” if the defendant’s conduct is
17 substantially injurious to consumers, goes against public policy, and is immoral, unethical,
18 oppressive, and unscrupulous, as the benefits for committing these acts or practices are outweighed
19 by the severity of the harm to the alleged victims.

20 90. Here, Apple's conduct is substantially injurious to consumers who seek to purchase
21 a smartphone device that performs as represented and is free of tampering. Any benefit derived
22 from Defendant's actions are outweighed by the fact that Defendant has undertaken these actions
23 without the consent or knowledge of Plaintiffs or members of the Classes and because the actions
24 have resulted in a major feature of the Products, their processing power, being curtailed.
25 Furthermore, Plaintiffs are informed and believe that Defendant's actions were not taken in order
26 to provide a benefit to consumers, but to coerce consumers into purchasing newer models of

1 Defendant's products. For these reasons, Apple's conduct was and continues to be "unfair" under
2 the UCL.

3 91. As a result of Apple's unfair business acts and practices, Apple has unfairly and
4 unlawfully obtained money from Plaintiffs and members of the Class.

5 92. Under the UCL, a business act or practice is "fraudulent" if it actually deceives or
6 is likely to deceive members of the consuming public.

7 93. Defendant's conduct here was and continues to be fraudulent by two acts. First,
8 Defendant's conduct was fraudulent because Defendant deceived members of the Upgrade class
9 by tampering with and throttling their Products without their consent or knowledge. Second,
10 Defendant's conduct was fraudulent because Defendant deceived members of the Purchasing Class
11 into believing they were purchasing a device that met Defendant's representations about the
12 Products' processing power. Because Defendant misled Plaintiffs and members of the Classes,
13 Defendant's conduct was "fraudulent."

14 94. As a result of Defendant's fraudulent business acts and practices, Defendants have
15 and continue to fraudulently obtain money from Plaintiffs, and members of the Classes.

16 95. Plaintiffs request that this Court require Defendants to restore this unlawfully,
17 unfairly, and fraudulently obtained money to Plaintiffs and members of the Classes, to disgorge
18 the profits Defendant made on these transactions, and to enjoin Defendants from violating the UCL
19 or violating it in the same fashion in the future as discussed herein. Without such an order Plaintiffs
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1 and members of the Classes may be irreparably harmed and/or denied an effective and complete
 2 remedy.

3 **THIRD CAUSE OF ACTION**

4 **Violation of California's False Advertising Law ("FAL")**

5 **California Business & Professions Code §§ 17500, et seq**

6 ***(for the Classes)***

7 96. Plaintiffs re-allege and incorporate by reference each preceding paragraph as
 8 though set forth at length herein.

9 97. Plaintiffs bring this claim individually and on behalf of the members of the
 10 Classes.

11 98. California's FAL makes it "unlawful for any person to make or disseminate or
 12 cause to be made or disseminated before the public [...] in any advertising device [...] or in any
 13 other manner or means whatever, including over the Internet, any statement, concerning [...] personal
 14 property or services professional or otherwise, or performance or disposition thereof, which is untrue or misleading and which is known, or which by the exercise of reasonable care
 15 should be known, to be untrue or misleading."

16 99. During the relevant class period, Defendant has represented to the public,
 17 including Plaintiffs and members of the Classes, that the Products are powered "by the custom-
 18 designed 64-bit A9 chip" which promised to deliver "up to 70 percent faster CPU performance,
 19 and up to 90 percent faster GPU performance for all your favorite graphics-intensive
 20 games and apps."²⁴ Furthermore, by selling the Products as an "iPhone 6s" or "iPhone 6s Plus,"
 21 Defendant has represented that the Products have the characteristics of an original iPhone 6s or
 22 iPhone 6s Plus. However, the Products paid for by Plaintiffs and the Classes no longer have the
 23 characteristics of an original iPhone 6s or iPhone 6s Plus as their processing power has been
 24 intentionally degraded. Because Defendant has disseminated misleading information regarding
 25 the processing power of the Products, Defendant violated the FAL.

26
 27 ²⁴ <https://web.archive.org/web/20160824025053/http://www.apple.com/iphone-6s/> (last visited on
 28 January 15, 2018).

1 100. As a result of Defendant's false advertising, Defendant has and continues to
2 fraudulently obtain money from Plaintiffs and members of the Classes.

3 101. Plaintiffs request that Defendant be ordered to restore the fraudulently obtained
4 money to Plaintiffs and the members of the Classes, to disgorge the ill-gotten profits Defendant
5 made on the transactions of the Products, and to enjoin Defendant from violating the FAL or
6 violating it in the same fashion in the future as discussed herein. Without such an order, Plaintiffs
7 and members of the Classes may be irreparably injured and/or denied an effective and complete
8 remedy if such an order is not granted.

FOURTH CAUSE OF ACTION
Breach of Express Warranty
California Commercial Code § 2313

11 102. Plaintiffs re-allege and incorporate by reference each preceding paragraph as
12 though set forth at length herein.

13 103. Plaintiffs bring this claim individually and on behalf of the members of the
14 Classes against Defendant.

104. California Commercial Code § 2313 provides that “(a) Any affirmation of fact or
promise made by the seller to the buyer which relates to the goods and becomes part of the basis
of the bargain creates an express warranty that the goods shall conform to the affirmation or
promise,” and “(b) Any description of the goods which is made part of the basis of the bargain
creates an express warranty that the goods shall conform to the description.” Cal. Com. Code §
2313.

21 105. Defendant has expressly warranted through its website and its September 2015
22 Keynote that the Products hold certain characteristics regarding its computing power and speed.
23 These representations about the Products: (1) are affirmations of fact or promises made by
24 Defendant to consumers that the Products hold qualities and characteristics related to its
25 computer power; (2) which became part of the basis of the bargain between consumers and
26 Defendant; and (3) created an express warranty that the Products shall conform to these
27 affirmations and promises.

1. 106. Plaintiffs and members of the Classes reasonably and justifiably relied on these
2 express warranties, believing that the Products would actually perform and conform to the
3 promises and affirmations that Defendant made about the Products.

4 107. Defendant has breached these express warranties by intentionally tampering with
5 the Products, thereby selling the Products in a deteriorated manner or deteriorating the Products
6 after purchase.

7 108. Plaintiffs and members of the Classes have been harmed. If Plaintiffs and
8 members of the Classes had known that the Products did not meet the affirmations of fact and
9 promises made by the Defendant, they would not have purchased the Products or would have
10 paid less for the Products.

11 109. As a result of Defendant's breach of the express warranties, Plaintiffs and
12 members of the Classes suffered injury and are entitled to recover all damages available under
13 the law.

FIFTH CAUSE OF ACTION
Breach of Implied Warranty
California Commercial Code § 2314
(for the Classes)

17 110. Plaintiffs re-allege and incorporate by reference each preceding paragraph as
18 though set forth at length herein.

19 111. Plaintiffs bring this claim individually and on behalf of the members of the
20 Classes against Defendant.

112. California Commercial Code § 2314(1) provides that “a warranty that the goods
shall be merchantable is implied in a contract for their sale if the seller is a merchant with respect
to goods of that kind.” Cal. Com. Code § 2314(1).

113. Defendant is a merchant with respect to the sale of the goods at issue, smartphone
devices, including the specific Products here. Therefore, a warranty of merchantability is implied
in the contract of each and every sale of the Products between Defendant and consumers. .

1 114. California Commercial Code § 2314(2) provides that “[g]oods to be merchantable
 2 must be at least such as... (c) Are fit for the ordinary purpose for which such goods are used.”
 3 Cal. Com. Code § 2314(2)(c).

4 115. By selling the Products, Defendant warranted that the Products are fit for their
 5 ordinary purpose, which involves intensive processing by the Products’ computer processing
 6 unit. By intentionally throttling the Products, Defendant has failed to provide Products fit for
 7 their ordinary purpose. Plaintiff and, on information and belief, many consumers have
 8 encountered a material slowing of the Products to the extent where the Products may no longer
 9 be considered fit for their ordinary purpose. Ordinary use of the Products does not and should not
 10 involve a severe throttling of the performance speed which frustrates the purposes many users
 11 have for the Products, particularly when this throttling was a purposeful act.

12 116. California Commercial Code § 2314(2) provides that “[g]oods to be merchantable
 13 must be at least such as... (d) Run, within the variations permitted by the agreement, of even
 14 kind, quality and quantity within each unit and among all units involved.” Cal. Com. Code §
 15 2314(2)(d).

16 117. By purposefully implementing a software update which materially degraded the
 17 Products’ processing power, Defendant provided Products which do not run of even kind and
 18 quality to each and every unit involved. Rather, Products which do not run the defective software
 19 update do not experience the throttling that Plaintiffs and members of the Class experience.
 20 Furthermore, neither Plaintiffs nor members of the Classes agreed to receive a product that
 21 carried this defective variation.

22 118. Therefore, the Products are not merchantable under California law and Defendant
 23 has breached the implied warranties associated with the Products.

24 119. If Plaintiffs and members of the Classes knew that the Products were defective,
 25 they would not have purchased them or would have not been willing to pay as much for them.
 26 Therefore, Plaintiffs and members of the Classes have suffered injury and are entitled to recover
 27 all damages available under the law as a result of Defendant’s direct and/or indirect breach.

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SIXTH CAUSE OF ACTION
Breach of Implied Contract
(for the Classes)

3 120. Plaintiffs re-allege and incorporate by reference each preceding paragraph as
4 though set forth at length herein.

5 121. Plaintiffs bring this claim individually and on behalf of the members of the
6 Classes against Defendant.

7 122. Defendant solicited and invited Plaintiffs and members of the Class to purchase
8 the Products. Plaintiffs and members of the Class accepted Apple's offers and registered and
9 purchased the Products from Defendant.

10 123. By purchasing the Products from Defendant, Plaintiffs and members of the Class
11 entered into mutually agreed-upon implied contracts with Defendant, pursuant to which
12 Defendant agreed to not intentionally degrade the Products, including but not limited to
13 decreasing the performance of the Products.

14 124. Plaintiffs and members of the Class would not have purchased the Products from
15 Defendant, and thereby would not have paid monies to Defendant, absent this implied contract
16 between themselves and Apple.

17 125. By purchasing the Products, Plaintiffs and Class members have fully performed
18 their obligations under their implied contracts with Defendant.

19 126. Defendant breached the implied contracts it made with Plaintiffs and Class
20 members by purposefully degrading the quality of the Products through the decrease of the
21 performance speed.

22 127. As a direct and proximate result of Defendant's breaches of the implied contracts
23 between itself and Plaintiffs and the Class members, Plaintiffs and the Class members sustained
24 harm and damages as described above in Paragraphs 33-38.

SEVENTH CAUSE OF ACTION
Common Law Fraud
(for the Classes)

128. Plaintiffs re-allege and incorporate by reference each preceding paragraph as though set forth at length herein.

129. Plaintiffs bring this claim individually and on behalf of the members of the
Classes against Defendant.

130. Defendant has marketed the Products in a manner representing that they are free of defects, tampering, degradation, and fit for ordinary use. Defendant has willfully, falsely, or knowingly concealed and suppressed, until recently, the material fact that the Products were defective, degraded, and not fit for ordinary use. Thus, the Products are defective, contrary to Defendant's representations and omissions. Therefore, Defendant has made misrepresentations regarding the Products.

131. Specifically, Defendant willfully concealed from Plaintiffs and the Classes the material fact that it has purposefully tampered with and throttled the processing speed of the Products.

132. Defendant's misrepresentations are and were material, meaning they were the type of misrepresentations that a reasonable person would attach importance to and would be induced to act thereon in making purchase decisions, because they relate to the quality and grade of the Products.

133. Defendant knew or recklessly disregarded the fact that the Products were defective and degraded.

134. Defendant intended that Plaintiffs and consumers rely on Defendant's expertise in providing a highly sophisticated mobile device that would not be degraded or tampered with.

135. Plaintiffs and members of the Classes have reasonably and justifiably relied on Defendant to provide Products free from degradation and defects. If Plaintiffs and members of the Classes had known the truth surrounding the Products and their throttling, they would not

1 I have purchased the Products, would have purchased less of them, or would have paid —
2 significantly less for them.

3 136. Thus, as a direct and proximate result of Defendant's fraud, Plaintiffs and
4 members of the Classes have suffered economic losses and other general and specific damages,
5 including but not limited to the price paid for the Products, the price paid for replacements of the
6 Products and/or their batteries, all in an amount to be proven at trial.

EIGHTH CAUSE OF ACTION
Intentional Misrepresentation
(for the Classes)

9 137. Plaintiffs re-allege and incorporate by reference each preceding paragraph as
10 though set forth at length herein.

11 138. Plaintiffs bring this claim individually and on behalf of the members of the
12 Classes against Defendant.

13. Defendant advertised and represented that the Products are powered "by the
14 custom-designed 64-bit A9 chip" which promised to deliver "up to 70 percent faster CPU
15 performance, and up to 90 percent faster GPU performance for all your favorite graphics-
16 intensive games and apps."²⁵ However, the Products were negatively altered to throttle the
17 processing speed below these representations. Further, Defendant marketed and advertised the
18 Products as being original, unmodified, and/or new versions of the iPhone 6s and iPhone 6s Plus,
19 yet subsequently sold the Products in a reconditioned and deteriorated state. Therefore,
20 Defendant has made misrepresentations as to the Products.

140. Defendant's misrepresentations regarding the Products are material to a reasonable consumer because they relate to the efficacy and quality of the device. A reasonable consumer would attach importance to such representations and would be induced to act on these representations when making purchasing decisions. This is particularly true when a company

²⁷ ²⁵ <https://web.archive.org/web/20160824025053/http://www.apple.com/iphone-6s/> (last visited on January 15 2018).

1 advertises the variety and strength of the component, as Defendant has with the Products and
2 their A9 chips.

3 141. During all relevant times when these representations were made, Defendant knew
4 that the representations were misleading, or acted recklessly in making the representations and
5 without regard to their truth.

6 142. Defendant intended that Plaintiffs and other consumers would rely on these
7 representations, as evidenced by Defendant producing representations regarding the Products'
8 processing speed, as seen above in Paragraphs 17-18, and as evidenced by the fact that
9 Defendant refrained from informing Plaintiffs and consumers of their actions until December 20,
10 2017.

11 143. Plaintiffs and members of the Classes have reasonably and justifiably relied on
12 Defendant's intentional misrepresentations when purchasing the Products, and if they had known
13 the truth regarding these representations, they would not have purchased the Products or would
14 have paid significantly less for them.

144. Therefore, as a direct and proximate result of Defendant's intentional
misrepresentations, Plaintiffs and members of the Classes have suffered economic losses and
other general and specific damages, including but not limited to the price paid for the Product,
the price paid for any service and/or battery repairs for the Products, and any interest that would
have accrued on these monies, all in an amount to be proven at trial.

NINTH CAUSE OF ACTION
Negligent Misrepresentation
(for the Classes)

22 145. Plaintiffs re-allege and incorporate by reference each preceding paragraph as
23 though set forth at length herein.

24 146. Plaintiffs bring this claim individually and on behalf of the members of the
25 Classes against Defendant.

26 147. Defendant advertised and represented that the Products are powered "by the
27 custom-designed 64-bit A9 chip" which promised to deliver "up to 70 percent faster CPU

1 performance, and up to 90 percent faster GPU performance for all your favorite graphics-
2 intensive games and apps.”²⁶ However, the Products were negatively altered to throttle the
3 processing speed below these representations. Further, Defendant marketed and advertised the
4 Products as being original, unmodified, and/or new versions of the iPhone 6s and iPhone 6s Plus,
5 yet subsequently sold the Products in a reconditioned and deteriorated state. Therefore,
6 Defendant has made misrepresentations about the Products.

7 148. Defendant’s misrepresentations regarding the Products are material to a
8 reasonable consumer because they relate to the efficacy and quality of the device. A reasonable
9 consumer would attach importance to such representations and would be induced to act on these
10 representations when making purchasing decisions.

11 149. Defendant knows or has been negligent in not knowing that the Products did not
12 meet the standards as represented and advertised to consumers once the iOS updates were put
13 into place.

14 150. Defendant intended that Plaintiffs and other consumers would rely on these
15 representations, as evidenced by Defendant producing representations regarding the Products’
16 processing speed, as seen above in Paragraphs 17-18, and as evidenced by the fact that
17 Defendant refrained from informing Plaintiffs and consumers of their actions until December 20,
18 2017.

19 151. Plaintiffs and members of the Classes have reasonably and justifiably relied on
20 Defendant’s negligent misrepresentations when purchasing the Products.

21 152. Therefore, as a direct and proximate result of Defendant’s negligent
22 misrepresentations, Plaintiffs and members of the Classes have suffered economic losses and
23 other general and specific damages, including but not limited to the price paid for the Product,
24 the price paid for any service and/or battery repairs for the Products, and any interest that would
25 have accrued on these monies, all in an amount to be proven at trial.

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27 ²⁶ <https://web.archive.org/web/20160824025053/http://www.apple.com/iphone-6s/> (last visited on
28 January 2018).

TENTH CAUSE OF ACTION
Trespass to Chattels
(*for the Classes*)

153. Plaintiffs re-allege and incorporate by reference each preceding paragraph as though set forth at length herein.

154. Plaintiffs bring this claim individually and on behalf of the members of the
Classes against Defendant.

155. Plaintiffs owned and rightfully possessed the iPhone 6s, a Product at issue.

156. Defendant intentionally interfered with Plaintiffs' use and/or possession of the Product and has damaged the Product by purposefully throttling the performance speed of the Product, thereby degrading the quality of the device.

157. Plaintiffs did not consent to nor were Plaintiffs aware of Defendant's actions:

158. As a direct and proximate result of Defendant's intentional trespass to Plaintiffs and members of the Classes' property, Plaintiffs and members of the Classes have suffered economic losses and other general and specific damages, including but not limited to the price paid for the Product, the price paid for any service and/or battery repairs for the Products, and any interest that would have accrued on these monies, all in an amount to be proven at trial.

ELEVENTH CAUSE OF ACTION
Quasi Contract/Unjust Enrichment/Restitution
(for the Classes)

159. Plaintiffs re-allege and incorporate by reference each preceding paragraph as though set forth at length herein.

160. Plaintiffs bring this claim individually and on behalf of the members of the
Classes against Defendant.

161. As alleged herein, Defendant has intentionally and recklessly made misleading representations to Plaintiffs and members of the Classes to induce them into purchasing the Products. Plaintiffs and members of the Classes have reasonably relied on these representations and have not received the entirety of the benefits promised by Defendant. Therefore, Plaintiffs and members of the Classes have been induced by Defendant's misleading and false

1 representations about the Products and, as a result of these representations, have paid more for
2 the Products than they otherwise would have or have purchased the Products when they would
3 have refrained from purchasing the Products.

4 162. Plaintiffs and members of the Classes have provided a benefit onto Defendant as
5 Defendant has retained monies paid to it by Plaintiffs and members of the Classes.

6 163. The monies received were obtained at the expense of Plaintiffs and members of
7 the Classes, as they did not receive the full value of the benefit conferred upon Defendant.

8 164. For these reasons, it is inequitable and unjust for Defendant to keep these profits,
9 benefits, and compensation conferred upon it, unless Defendant returns its ill-gotten gains to
10 Plaintiffs and members of the Classes for the difference of the full value of the benefits
11 compared to the value actually received.

12 165. As a direct and proximate result of Defendant's unjust enrichment, Plaintiffs and
13 members of the Classes are entitled to restitution, disgorgement, and/or the imposition of a
14 constructive trust upon all profits, benefits, and other compensation conferred onto Defendant
15 from its deceptive, misleading, and unlawful conduct as alleged herein.

16 **VII. DEMAND FOR JURY TRIAL**

17 Plaintiffs demand a trial by jury.

18 **VIII. PRAYER FOR RELIEF**

19 WHEREFORE, Plaintiffs, individually and on behalf of the Classes they seek to represent,
20 request that the Court order the following relief and enter judgment against Defendant as follows:

21 A. For an Order certifying the Classes, as defined herein, and appointing Plaintiffs
22 and their Counsel to represent the Class;

23 B. For an order finding in favor of Plaintiffs, and all Classes, on all counts asserted
24 herein;

25 C. For an order awarding all damages, in amounts to be determined by the Court
26 and/or jury;

27 D. For prejudgment interest on all amounts awarded;

- E. For interest on the amount of any and all economic losses, at the prevailing legal rate;
- F. For an order of restitution and all other forms of equitable monetary relief;
- G. For equitable relief as set forth in Paragraph 44 of this Complaint;
- H. For an award of attorneys' fees pursuant to California Code of Civil Procedure Section 1021.5, costs, and litigation expenses, as allowable by law;
- I. Such other and further relief as this court may deem just and proper.

Dated: January 16, 2018

Respectfully submitted,

FARUQI & FARUQI, LLP

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